

LONG-TERM CARE INCOME TRUST

THE MAYNARD O. LUTHER INCOME TRUST

2/25/09 2:12:20 SS
BK 130 PG 588
DESDOT COUNTY, MS
W.E. DAVIS, CH CLERK

WHEREAS, Maynard O. Luther, hereinafter referred to as the Settlor, now has a monthly income that exceeds the current Medicaid income limits, and;

WHEREAS, the total monthly income received by the Settlor is not sufficient to pay for expenses associated with long-term care services and related services, and;

WHEREAS, Settlor's other assets have been exhausted by Settlor's long-term care expenses, and;

WHEREAS, the principal purpose of this Trust is to receive all income payments due Settlor in excess of the Settlor's cost of care, including Social Security benefits, retirement benefits, dividends, or other income. The Settlor's cost of care will be determined by the daily rate that Medicaid pays the nursing facility in which the Settlor resides. If the rate for the facility is less than the Settlor's income, the excess income will be used to fund the income trust. If the rate for the facility is more than the Settlor's income, the Settlor's total income will be paid to the nursing facility. Any income in excess of the Settlor's cost of care will be retained as part of the Trust.

WITNESSETH:

This Maynard O. Luther Income Trust Agreement is entered into between Maynard O. Luther, "Settlor", and Joycelyne L. Fracchia, "Trustee", who agree as follows:

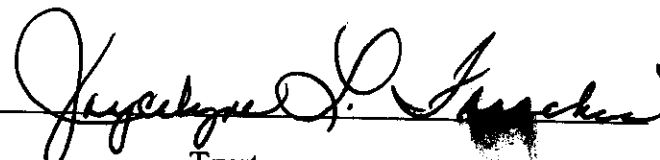
- (A) The Trustee shall place all income in excess of the Settlor's cost of care into the Trust, and the Trustee shall hold such income under the following terms and conditions:
 - (1) Trustee shall retain the income in excess of the Settler's cost of care in the Income Trust Account.
 - (2) At the time of each review of the Settlor's Medicaid eligibility (at least annually) while this trust is in existence, if the Settlor's income exceeds the cost of care, the Division of Medicaid will notify the Trustee of the amount that accumulated in the trust. The Trustee will then be requested to make payment of this amount to the Division of Medicaid up to the total amount expended by the Division of Medicaid on behalf of the Settlor that has not previously been repaid to Medicaid. Failure to make the requested payments may result in the loss of Medicaid eligibility for the Settlor.

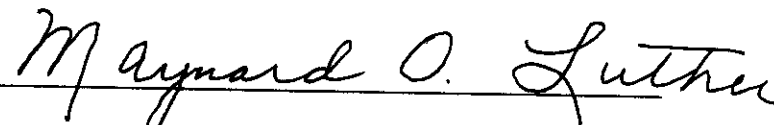
Preparer

- (3) This trust will terminate upon the death of the Settlor; when the Settlor's Medicaid eligibility is terminated, when the Settlor's income no longer exceeds the current Medicaid income limits; or when the trust is otherwise terminated. At that time, any income amounts accumulated in the trust shall be paid over to the Division of Medicaid, State of Mississippi, up to the total amount expended by the Division of Medicaid on behalf of the Settlor that has not previously been repaid to Medicaid.
- (B) When requested, the Trustee shall furnish to the Division of Medicaid, State of Mississippi, an annual accounting to show all receipts and disbursements of the trust during the prior calendar year.
- (C) The Trustee shall maintain the trust funds on deposit in a federally insured banking institution.
- (D) No Trustee shall receive a Trustee's fee for services rendered to the trust, however, reasonable bank charges will be allowed.
- (E) The Trustee shall give written notice to the Division of Medicaid, State of Mississippi when the Settlor dies or when the trust is otherwise terminated.
- (F) The provisions of this Trust shall be interpreted under the laws of the State of Mississippi.

The effective date of this trust shall be March 1, 2009.

IN WITNESS WHEREOF, this Maynard O. Luther Income Trust Agreement has been executed on this the 25th day of February, 2009.


Trustee


Settlor

STATE OF MISSISSIPPI

COUNTY OF DESOTO

Personally appeared before me, the undersigned authority in and for said county and state, on the 25 day of February, 2009 within my jurisdiction, the within named Maynard O. Luther, who acknowledged that he executed the above and foregoing instrument.

Daphane Robinson
(NOTARY PUBLIC)

MY COMMISSION EXPIRES:

January 7, 2011



STATE OF MISSISSIPPI

COUNTY OF DESOTO

Personally appeared before me, the undersigned authority in and for said county and state, on the 25 day of February, 2009 within my jurisdiction, the within named Joycelyne L. Fracchia, who acknowledged that she executed the above and foregoing instrument.

Daphane Robinson
(NOTARY PUBLIC)

MY COMMISSION EXPIRES:

January 7, 2011



TRUSTEE INFORMATION:

Prepared by & return to

NAME: Joycelyne L. Fracchia

SSN: 415-68-6534

TELEPHONE NUMBER: 662-342-0342

ADDRESS: 8165 Buckingham Drive

Southaven, MS 38671

RELATIONSHIP TO SETTLOR: Daughter